AN ORDINANCE 96654

RATIFYING THE RENEWAL AND EXTENSION OF A CONTRACT WITH MEDICAL AUDIT CONSULTANTS, INC. TO PROVIDE MEDICAL COST CONTAINMENT SERVICES FOR THE CITY'S SELF-INSURED WORKERS' COMPENSATION PROGRAM, FOR A ONE YEAR PERIOD BEGINNING ON OCTOBER 1, 2002 THROUGH SEPTEMBER 30, 2003.

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WHEREAS, through Ordinance No. 92442, passed and approved on August 31, 2000, City Council authorized the execution of the Medical Cost Containment Contract ("Contract") with Medical Audit Consultants, Inc.; and

WHEREAS, this Contract provides medical cost containment services related to the City's Workers' Compensation program, including, but not limited to, bill review, utilization review, peer review, pre-authorization, case management, vocational and rehabilitation evaluation, discharge planning, return to work program, identification of catastrophic illness or injury and other workers' compensation medical cost management related services; and

WHEREAS, the Medical Cost Containment service provider works closely with the City's Third Party Claims Administrator and Risk Manager to perform its function; and

WHEREAS, said Contract provides for a two-year term, with the option to renew for three (3) additional successive one-year terms, subject to mutual agreement of the parties and approval by City Council; and

WHEREAS, the parties now wish to exercise their first option to extend this Contract for an additional one year period to begin on October 1, 2002 and continue through September 30, 2003; and

WHEREAS, the cost for this renewal period is \$349,112.00; NOW THEREFORE:

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The extension and renewal of the contract with Medical Audit Consultants, Inc. to provide Medical Cost Containment Services to the City for the period from October 1, 2002 through September 30, 2003 for a cost of \$349,112.00 is hereby ratified. A copy of the Renewal and Extension Agreement, in substantially final form, is attached hereto and incorporated herein as Exhibit "A".

SECTION 2. Funds are hereby authorized to be encumbered and paid in the amount not to exceed \$349,112 to Medical Audit Consultants, Inc. to provide Medical Cost Containment Services for a one-year period beginning October 1, 2002 and ending September 30, 2003. Funds are to be encumbered in the Workers' Compensation Fund (75-003), Activity Code 06-03-03, Index Code 433524.

SECTION 3. The financial allocations in this Ordinance are subject to approval by the Director of Finance, City of San Antonio. The Director may, subject to concurrence by the City Manager or the City Manager's designee, correct allocation to specific Index Codes and Fund Numbers as necessary to carry out the purpose of this Ordinance.

PASSED AND APPROVED this 31st day of October, 2002.

MAYOR PRO TEM

ATTEST:

APPROVED AS TO FORM: MY

City Attorney